

RECORDATION NO. 23730-A

NOV 21 '01 9-21 AM
TS
SURFACE TRANSPORTATION BOARD

ALVORD AND ALVORD
ATTORNEYS AT LAW
1600 K STREET, NW
SUITE 200
WASHINGTON, D.C.
20006-2973
(202) 393-2266
FAX (202) 393-2156

ELIAS C. ALVORD (1942)
ELLSWORTH C. ALVORD (1964)

OF COUNSEL
URBAN A. LESTER

November 21, 2001

Mr. Vernon A. Williams
Secretary
Surface Transportation Board
Washington, D.C. 20423

Dear Mr. Williams:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. Section 11301(a) are three (3) copies of Supplement No. 1 to Security Agreement, dated as of November 21, 2001, a secondary document as defined in the Board's Rules for the Recordation of Documents.

The enclosed document relates to the Security Agreement previously filed with the Board under Recordation Number 23730.

The names and addresses of the parties to the enclosed document are:

Debtor: ACF Industries Incorporated
620 North Second Street
St. Charles, Missouri 63301

Secured Party: Vegas Financial Corp.
740 S. Decatur Blvd.
Las Vegas, NV 89107

A description of the railroad equipment covered by the enclosed document is:

82 railcars within the series SHPX 43731 - SHPX300110

Mr. Vernon A. Williams
November 21, 2001
Page Two

A short summary of the document to appear in the index follows:

Supplement No. 1 to Security Agreement

Also enclosed is a check in the amount of \$28.00 payable to the order of the Surface Transportation Board covering the required recordation fee.

Kindly return stamped copies of the enclosed document to the undersigned.

Very truly yours,

A handwritten signature in black ink, appearing to read 'Alvord', with a stylized flourish at the end.

Robert W. Alvord

RWA/anm
Enclosures

RECORDATION NO. **23730-A**

SUPPLEMENT NO. 1 TO
SECURITY AGREEMENT
(Addition of Collateral)

NOV 21 '01 9:29 AM

SURFACE TRANSPORTATION BOARD

This is Supplement No. 1 (the "Supplement") to the Security Agreement dated as of November 1, 2001 (as amended and supplemented, the "Security Agreement"), by and between ACF INDUSTRIES, INCORPORATED, a New Jersey corporation (the "Debtor") and VEGAS FINANCIAL CORP., as Lead Lender for the Lenders (the "Lead Lender").

WHEREAS, the Debtor and the Lead Lender, entered into the Security Agreement dated as of November 1, 2001 pursuant to which the Debtor assigned, mortgaged, pledged, hypothecated, transferred and set over to the Lead Lender and granted the Lead Lender a first priority lien on and security interest in all of the Debtor's right, title and interest in and to, among other things, certain railroad cars and related leases, to secure a certain loan made to the Debtor or its affiliate, pursuant to that certain Revolving Credit Agreement dated as of November 1, 2001 (as amended and supplemented, the "Loan Agreement"), among the Borrowers (as defined therein), including the Debtor, the Lenders (as defined therein) and the Lead Lender;

WHEREAS, the Security Agreement was recorded on November 1, 2001 with the Surface Transportation Board, Recordation No. 23730, and deposited with the Registrar General of Canada; and

WHEREAS, this Supplement is executed and delivered pursuant to the Security Agreement in order to more particularly identify certain of the Collateral which the Debtor has assigned and granted, or does hereby assign and grant, a security interest in and to the Lead Lender, and to confirm the assignment under, and security interest created by, the Security Agreement with respect to such Collateral.

NOW, THEREFORE, for good and valuable consideration the parties hereto hereby agree as follows:

1. Grant of Security Interest. The Debtor hereby assigns, mortgages, pledges, hypothecates, transfers, sets over and grants to the Lead Lender a first priority lien on and security interest in, in each case pursuant to the Security Agreement and as collateral security for payment and performance of the Obligations (as such term is defined in the Security Agreement), all and singular of the Debtor's rights, title and interest in and to the following Collateral described in paragraphs (a), (b) and (c) hereof:

(a) All of the railroad rolling stock and standard gauge rolling stock listed on Supplemental Schedule No. 1 ("Supplemental Schedule") hereto together with all parts, attachments, accessions, accessories, equipment, appurtenances and additions that are at any time appertaining, attached, affixed or related thereto whether now owned or hereafter acquired, and all substitutions, renewals or replacements thereof and additions, improvements, accessions and accumulations thereto, wherever located, together with all

records, rents, mileage credits earned, issues, income, profits, avails and other proceeds (including insurance proceeds) therefrom (the "Equipment").

(b) All right, title, interest, claims and demands of the Debtor in, to and under each and every lease, including without limitation the leases listed on Supplemental Schedule hereto, (whether or not such lease is in writing or is for a term certain, including, without limitation, per diem leases) now or hereafter entered into relating to the Equipment but to and only to the extent relating to the Equipment (each such portion of such lease being an "Equipment Lease"), including any extensions of the term of every Equipment Lease, all of Debtor's rights under any Equipment Lease to make determinations, to exercise any election (including, but not limited to, election of remedies) or option or to give or receive any notice, consent, waiver or approval together with full power and authority with respect to any Equipment Lease to demand, receive, enforce, collect or give receipt for any of the foregoing rights or any property which is the subject of any of the Equipment Leases, to enforce or execute any checks, or other instruments or orders, to file any claims and to take any action which (in the opinion of the Lead Lender) may be necessary or advisable in connection with any of the foregoing insofar, but only insofar, as such rights relate to the Equipment which is subject to such Equipment Leases, all records related to the Equipment Leases and all payments due and to become due under any Equipment Lease, whether as contractual obligations, damages, casualty payments, insurance proceeds or otherwise to the extent such payments are derived from the Equipment.

(c) All products and proceeds of any of the foregoing in whatever form, including (without limitation) insurance proceeds and any claims against third parties for loss or damage to or destruction of any or all of the foregoing and cash, negotiable instruments and other instruments for the payment of money, chattel paper, security agreements or other documents.

2. Interpretation. Except as otherwise defined in this Supplement, terms defined in the Security Agreement or by reference therein or in the Loan Agreement or by reference therein are used herein as defined therein. Schedule A to the Security Agreement shall be amended and supplemented by Supplemental Schedule hereto to include the Equipment and the Equipment Leases more fully described on Supplemental Schedule hereto and Supplemental Schedule hereto shall be deemed to be an addition to and part of Schedule A to the Security Agreement. Each reference to "Schedule A" in the Security Agreement, and each reference to "Schedule A to the Security Agreement" in any other Loan Documents, shall be deemed to be a reference to Schedule A as amended and supplemented by Supplemental Schedule hereto, and each reference to "Equipment" or "Equipment Lease" in any other Loan Documents shall be deemed to include a reference to the Equipment and the Equipment Leases described on Supplemental Schedule hereto. Each reference to the "Security Agreement" in the Security Agreement and each of the other Loan Documents, shall be deemed to be a reference to the Security Agreement as amended and supplemented by this Supplement.

3. Ratification. The Security Agreement is and shall remain in full force and effect and is hereby ratified, approved and confirmed in all respects, and no amendment or supplement in

respect of any term or condition of the Security Agreement shall be deemed to be an amendment or supplement in respect of any other term or condition contained in the Security Agreement or any other Loan Documents.

4. Counterparts. This Supplement may be executed in any number of counterparts, all of which taken together shall constitute one and the same instrument and any of the parties hereto may execute this Supplement by signing any such counterpart.


[Signature page follows]

IN WITNESS WHEREOF, the parties hereto have executed and delivered this Supplement in one or more counterparts as of the 21st day of November, 2001.

ACF INDUSTRIES, INCORPORATED,
as Debtor

By: _____
Name: Robert J. Mitchell
Title: Senior Vice President-Finance

VEGAS FINANCIAL CORP., as Lead Lender

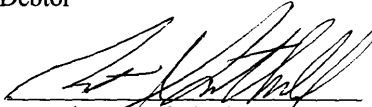
By: 
Name: Ronald P. Lurie
Title: Vice President-Administration

[Signature Page to Supplement No. 1 to Security Agreement]

{24950 / 6020 / 00506634 / 11/5/01 /}

IN WITNESS WHEREOF, the parties hereto have executed and delivered this Supplement in one or more counterparts as of the 21st day of November, 2001.

ACF INDUSTRIES, INCORPORATED,
as Debtor

By: 
Name: Robert J. Mitchell
Title: Senior Vice President-Finance

VEGAS FINANCIAL CORP., as Lead Lender

By: _____
Name: Ronald P. Lurie
Title: Vice President-Administration

[Signature Page to Supplement No. 1 to Security Agreement]

{24950 / 6020 / 00506634 / 11/5/01 /}

STATE OF NEW YORK)
) ss.:
COUNTY OF NEW YORK)

On this 19th day of November, 2001, before me, personally appeared Robert J. Mitchell, to me known, who being by me duly sworn, says that she resides in Nassau County, New York and is Senior Vice President of Finance of ACF Industries, Incorporated; that said instrument was signed on behalf of said company on the date hereof by authority of the Board of Directors of ACF, Industries, Incorporated; and she acknowledged that the execution of the foregoing instrument was the free act and deed of said company.

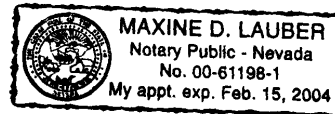
YEVGENY FUNDLER
Notary Public, State of New York
No. 02FU6046929
Qualified in New York County
Commission Expires August 21, 2002


Notary Public

STATE OF NEVADA)
) ss.:
CLARK COUNTY)

On this 19th day of November, 2001, before me, personally appeared Ronald P. Lurie, to me known, who being by me duly sworn, says that he resides in Clark County, Nevada and is Vice President of Administration of VEGAS FINANCIAL CORP., that said instrument was signed on behalf of said company on the date hereof by authority of its Board of Directors; and he acknowledged that the execution of the foregoing instrument was the free act and deed of said company.

Maxine D. Lauber
Notary Public



SUPPLEMENTAL SCHEDULE No. 1

{24950 / 6020 / 00506634 / 11/5/01 /}

LESSEE	CONTRACT	RPTG MARK	CAR NUMBER
JOHNSON AND JOHNSON	7736	SHPX	43731
JOHNSON AND JOHNSON	7736	SHPX	43732
JOHNSON AND JOHNSON	7736	SHPX	43733
JOHNSON AND JOHNSON	7736	SHPX	43734
JOHNSON AND JOHNSON	7736	SHPX	43735
JOHNSON AND JOHNSON	7736	SHPX	43736
OMYA INC	7726	SHPX	204418
OMYA INC	7726	SHPX	204419
OMYA INC	7726	SHPX	204421
OMYA INC	7726	SHPX	204422
OMYA INC	7726	SHPX	204423
OMYA INC	7726	SHPX	204426
OMYA INC	7726	SHPX	204428
OMYA INC	7726	SHPX	204429
OMYA INC	7726	SHPX	204430
OMYA INC	7726	SHPX	204431
OMYA INC	7726	SHPX	204432
OMYA INC	7726	SHPX	204433
OMYA INC	7726	SHPX	204434
OMYA INC	7726	SHPX	204435
OMYA INC	7726	SHPX	204436
OMYA INC	7726	SHPX	204437
OMYA INC	7726	SHPX	204438
OMYA INC	7726	SHPX	204439
OMYA INC	7726	SHPX	204440
OMYA INC	7726	SHPX	204441
OMYA INC	7726	SHPX	204442
OMYA INC	7726	SHPX	204443
OMYA INC	7726	SHPX	204444
OMYA INC	7726	SHPX	204445
OMYA INC	7726	SHPX	204446
OMYA INC	7726	SHPX	204447
OMYA INC	7726	SHPX	204448
PIONEER AMERICAS	46990028	SHPX	204585
PIONEER AMERICAS	46990028	SHPX	204589
PIONEER AMERICAS	46990028	SHPX	204591
BORDEN CHEMICAL INC	99660150	SHPX	204592
BORDEN CHEMICAL INC	99660150	SHPX	204593
BORDEN CHEMICAL INC	99660150	SHPX	204594
BORDEN CHEMICAL INC	99660150	SHPX	204595
BORDEN CHEMICAL INC	99660150	SHPX	204596
BORDEN CHEMICAL INC	99660150	SHPX	204597
BORDEN CHEMICAL INC	99660150	SHPX	204598
BORDEN CHEMICAL INC	99660150	SHPX	204599
BORDEN CHEMICAL INC	99660150	SHPX	204600
BORDEN CHEMICAL INC	99660150	SHPX	204601
BORDEN CHEMICAL INC	99660150	SHPX	204602
BORDEN CHEMICAL INC	99660150	SHPX	204603
BORDEN CHEMICAL INC	99660150	SHPX	204604

LESSEE	CONTRACT	RPTG MARK	CAR NUMBER
BORDEN CHEMICAL INC	99660150	SHPX	204605
BORDEN CHEMICAL INC	99660150	SHPX	204606
BORDEN CHEMICAL INC	99660150	SHPX	204607
BORDEN CHEMICAL INC	99660150	SHPX	204608
BORDEN CHEMICAL INC	99660150	SHPX	204609
BORDEN CHEMICAL INC	99660150	SHPX	204610
BORDEN CHEMICAL INC	99660150	SHPX	204611
BORDEN CHEMICAL INC	99660150	SHPX	204612
BORDEN CHEMICAL INC	99660150	SHPX	204614
BORDEN CHEMICAL INC	99660150	SHPX	204615
BORDEN CHEMICAL INC	99660150	SHPX	204616
BORDEN CHEMICAL INC	99660150	SHPX	204617
BORDEN CHEMICAL INC	99660150	SHPX	204619
BORDEN CHEMICAL INC	99660150	SHPX	204621
BORDEN CHEMICAL INC	99660150	SHPX	204624
JM HUBER CORP	72280004	SHPX	300091
JM HUBER CORP	72280004	SHPX	300093
JM HUBER CORP	72280004	SHPX	300095
JM HUBER CORP	72280004	SHPX	300096
JM HUBER CORP	72280004	SHPX	300097
JM HUBER CORP	72280004	SHPX	300098
JM HUBER CORP	72280004	SHPX	300099
JM HUBER CORP	72280004	SHPX	300100
JM HUBER CORP	72280004	SHPX	300101
JM HUBER CORP	72280004	SHPX	300102
JM HUBER CORP	72280004	SHPX	300103
JM HUBER CORP	72280004	SHPX	300104
JM HUBER CORP	72280004	SHPX	300105
JM HUBER CORP	72280004	SHPX	300106
JM HUBER CORP	72280004	SHPX	300107
JM HUBER CORP	72280004	SHPX	300108
JM HUBER CORP	72280004	SHPX	300109
JM HUBER CORP	72280004	SHPX	300110

82 Cars